

WASATCH RAILWAY MUSEUM & FOUNDATION INC.
8330 Valiant Drive
Salt Lake City, Utah 84121

December 8, 1974

Heber Creeper Inc.
P.O. Box 69
Heber City, Utah 84032

Dear Mr. Ashton:

In regards to pre-paid lease charges applied to the museum by the operating company the Internal Revenue Service (foundation and non-profit corporation division - San Francisco office) has notified us that the Foundation expenditure records and business books since our first year of incorporation (in 1969) must be revised and brought up to date. As earlier reviewed by the I.R.S. audit.

We have been instructed by the I.R.S. to prove all expenditures legally levied against the museum through our pre-paid lease agreement between us and the operating company. We are instructed to revise our tax returns filed by us for the past four years.

The company must prove all expenditures levied against us which are legally binding. They must have had written approval by museum authority and proof by receipt that the actual money was spent and indicating by itemization and discription how the money was spent. These itemized and submitted expenditures are to be varified by a museum executive board of review as to their authenticity and legality. They must conform to the guide lines as indicated within the pre-paid lease.

If these records are not submitted within thirty days after December 12, 1974 we will complete the revised data and tax returns, as directed, showing that no expenditures have been levied against the museum in this past four years.

As you can see this is very important and must receive prompt attention. You may recall that we have in the past on our own, requested basically this same information from the company, but to no avail. Now there has been "teeth" applied and we will comply with the I.R.S. instructions as directed.

Sincerely,



C. H. Nielsen, vice president
(copies to:) I.R.S., all board members, Wasatch Railway Museum
& Foundation, Heber Creeper Inc.

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